

You have been offered one (or more) loans from the Federal Direct Loan Program, by the U.S. Department of Education: Subsidized Student Loan, Unsubsidized Student Loan or the Parent PLUS Loan. Loans are funds that must be repaid. A **Subsidized Loan** is a need-based loan and does not accrue interest while in school. An **Unsubsidized Loan** is a non-need-based loan and accrues interest while in school. A **Parent PLUS Loan** is a loan borrowed by one parent that is used to help pay for tuition, fees, room, board and other educational expenses and is also non-need-based. A parent must apply online to see if they are approved to use this loan. The information below is being provided to you to guide you through the process of completing the required loan documents.

STUDENTS: Completing Loan Documents for Direct Subsidized and Unsubsidized Loans

If you wish to use these loans:

- You must accept your loan(s) via your **Student Center**.
- If this is your first time borrowing a federal loan through Chapman University, you must complete Entrance Counseling and a Master Promissory Note (MPN) for the loans online at **studentaid.gov** (Log in to the site with your FSA ID).

If you do not wish to use these loans:

- You must decline your loan(s) via your **Student Center**.

Current interest rates and origination fees:

For loans first disbursed on or after July 1, 2024 and before July 1, 2025.

- Interest Rate – 6.53%
- Origination Fee – 1.057%

PARENTS: Completing Loan Documents for the Parent PLUS Loan

If a parent wishes to use this loan:

- You must accept the Parent PLUS loan via your **Student Center**.
- The Parent PLUS Loan requires a credit check be submitted every year your parent intends to borrow the loan.
 - Visit **studentaid.gov**. Select "Apply for a PLUS Loan" in the Parent tab.
 - Have your parent log in with their FSA ID
 - If approved, your parent will need to complete the Master Promissory Note (MPN). The MPN will only need to be completed once (if approved).
 - PLUS loans can be applied for up to the Cost of Attendance.
 - If your parent is denied the PLUS Loan, please contact our office for further information.

If your parent does not wish to use this loan:

- You must decline the loan via your **Student Center**.

Current interest rates and origination fees:

For loans first disbursed on or after July 1, 2024 and before July 1, 2025.

- Interest Rate – 9.08%
- Origination Fee – 4.228%

For more information on federal student loans, you may visit our site at chapman.edu/finaid and <https://studentaid.gov/understand-aid/types/loans/subsidized-unsubsidized>